

Message Text

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PAGE 01 BEIRUT 01634 01 OF 02 121449Z
ACTION AID-59

INFO OCT-01 NEA-10 ISO-00 IGA-02 SS-15 L-03 EB-08
OES-06 SP-02 AGRE-00 TRSE-00 COME-00 CIAE-00
INR-07 NSAE-00 NSC-05 H-01 SSO-00 INRE-00 /119 W
-----121528Z 037466 /53

O 121359Z APR 77
FM AMEMBASSY BEIRUT
TO SECSTATE WASHDC IMMEDIATE 3626
INFO AMEMBASSY DAMASCUS IMMEDIATE

LIMITED OFFICIAL USE SECTION 1 OF 2 BEIRUT 1634

DEPT ALSO PASS AID

E.O. 11652: NA
TAGS: EAID LE
SUBJ: TEXTS FOR PL-480 AGREEMENT

REF: BEIRUT 1603

1. THE FOLLOWING ARE THE TEXTS OF: (A) THE AGREED MINUTES SIGNED ON APRIL 12; AND (B) PART II OF THE PL-480, TITLE I, AGREEMENT SCHEDULED FOR SIGNING ON APRIL 18.
2. BEGIN TEXT OF AGREED MINUTES (ORIGINAL COPY BEING POUCHED TO NEA/ARN).

THE OPENING SESSION OF THE PROPOSED PL-480, TITLE I, AGREEMENT WAS HELD ON FEBRUARY 22, 1977. PRIME MINISTER SALIM AL-HOSS REPRESENTED THE GOVERNMENT OF LEBANON AND AMBASSADOR RICHARD B. PARKER REPRESENTED THE GOVERNMENT OF THE UNITED STATES OF AMERICA. ANOTHER MEETING BETWEEN PRIME MINISTER AL-HOSS AND AMBASSADOR PARKER WAS HELD ON FEBRUARY 28, 1977. AN ENGLISH VERSION OF THE PROPOSED TITLE I AGREEMENT WAS PROVIDED TO THE GOVERNMENT OF LEBANON.

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ON APRIL 12, 1977, ANTOINE MOUSALLI, ACTING DIRECTOR GENERAL OF THE GOVERNMENT OF LEBANON'S CEREALS AND SUGARBEETS OFFICE, AND JAMES YELLIN OF THE AMERICAN EMBASSY APPROVED THE FOLLOWING MINUTES OF THE MEETINGS ON FEBRUARY 22 AND FEBRUARY 28.

1. THE U.S. REPRESENTATIVE CALLED THE LEBANESE REPRESENTATIVE'S ATTENTION TO ARTICLE I (E), PART I, OF THE PROPOSED AGREEMENT WHICH PROVIDES THAT THE EXPORT MARKET VALUES SPECIFIED IN PART II MAY NOT BE EXCEEDED.

2. THE U.S. REPRESENTATIVE EXPLAINED THAT UNDER NORMAL CONDITIONS THE U.S. GOVERNMENT IS OBLIGATED BY LAW TO INSURE THAT CONCESSIONAL SALES UNDER A TITLE I AGREEMENT DO NOT INTERFERE WITH NORMAL COMMERCIAL SALES OF THE UNITED STATES OR UNDULY DISRUPT FIREINDLY SUPPLIER'S NORMAL PATTERNS OF TRADE WITH LEBANON. THEREFORE, AS CONDITIONS IN LEBANON RETURN TO A MORE STABLE BASIS, THE UNITED STATES WOULD EXPECT THE GOVERNMENT OF LEBANON TO LOOK TO THE UNITED STATES AND OTHER TRADITIONAL FREE WORLD SUPPLIERS TO MEET NORMAL COMMERCIAL REQUIREMENTS.

3. THE U.S. REPRESENTATIVE ADVISED THE LEBANESE REPRESENTATIVE THAT UNDER THE PROPOSED TITLE I AGREEMENT, PURCHASE AUTHORIZATIONS WILL REQUIRE THAT INVITATIONS FOR BIDS FOR BOTH COMMODITIES AND FREIGHT BE SUBMITTED TO THE OFFICE OF THE GENERAL SALES MANAGER (OGSM) OF THE U.S. DEPARTMENT OF AGRICULTURE, WASHINGTON, D.C., FOR REVIEW PRIOR TO RELEASE.

4. THE U.S. REPRESENTATIVE ADVISED THE LEBANESE REPRESENTATIVE OF THE REQUIREMENTS FOR TIMELY REPORTS ON COMPLIANCE, ARRIVAL, SHIPPING, SELFEEZZHELP, AND USE OF SALES PROCEEDS UNDER THE TERMS OF THE PROPOSED AGREEMENT.

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5. THE U.S. REPRESENTATIVE POINTED OUT THAT ALL TENDERING FOR RICE UNDER THIS AGREEMENT MUST BE DONE BY INVITATIONS FOR COMPETITIVE BIDS CONDUCTED IN THE UNITED STATES. PUBLIC OPENING OF BIDS AND AWARDS SHALL BE ON THE BASIS OF THE LOWEST FAS VESSEL OR FOB VESSEL BID PRICE FOR THE RICE RESPONSIVE TO TENDER TERMS. ALSO, FREIGHT TENDERS MUST BE CONDUCTED IN THE UNITED STATES WITH PUBLIC OPENING OF BIDS. END TEXT OF AGREED MINUTES.

3. BEGIN TEXT OF PART II.

THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF LEBANON HAVE AGREED TO THE SALES OF AGRICULTURAL COMMODITIES SPECIFIED BELOW.

ITEM I. COMMODITY TABLE.

	MAXIMUM EXPORT	
SUPPLY PERIOD	MAXIMUM	MARKET VALUE

(U.S. COMMODITY	QUANTITY FISCAL YEAR)	(MILLIONS OF (METRIC TONS)	OF DOLLARS)
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WHEAT/			
WHEAT FLOUR	1977	50,000	5.8

RICE	1977	5,000	1.4
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OCEAN			
TRANSPORTATION		---	
(ESTIMATED DIFFERENTIAL)		---	
TOTAL	7.2		

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ACTION AID-59

INFO OCT-01 NEA-10 ISO-00 EB-08 L-03 IGA-02 OES-06
SP-02 AGRE-00 TRSE-00 SS-15 COME-00 CIAE-00
INR-07 NSAE-00 H-01 NSC-05 SSO-00 INRE-00 /119 W
-----121529Z 037693 /53

O 121359Z APR 77
FM AMEMBASSY BEIRUT
TO SECSTATE WASHDC IMMEDIATE 3627
INFO AMEMBASSY DAMASCUS IMMEDIATE

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TEM II. PAYMENT TERMS, DOLLAR CREDIT.

A. INITIAL PAYMENT - 5 PERCENT.

B. CURRENCY USE PAYMENT - 10 PERCENT FOR SECTION 104 (A)
PURPOSES.

C. NUMBER OF INSTALLMENT PAYMENTS - 19.

D. AMOUNT OF EACH INSTALLMENT PAYMENT - APPROXIMATELY EQUAL
ANNUAL AMOUNTS.

E. DUE DATE OF FIRST INSTALLMENT - TWO YEARS AFTER DATE OF
LAST DELIVERY OF COMMODITIES IN EACH CALENDAR YEAR.

F. INITIAL INTEREST RATE - 2 PERCENT.

G. CONTINUING INTEREST RATE - 3 PERCENT.

ITEM III. USUAL MARKETING TABLE.

IMPORT PERIOD	USUAL MARKETING
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COMMODITY	(U.S. FISCAL YEAR)	REQUIREMENTS (METRIC TONS)
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WHEAT/WHEAT FLOUR		
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(ON A GRAIN		
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EQUIVALENT BASIS)	1977	NONE
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RICE	1977	NONE
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ITEM IV. EXPORT LIMITATIONS.

A. THE EXPORT LIMITATION PERIOD SHALL BEGIN ON THE DATE WHEN THE AGREEMENT IS SIGNED AND CONTINUE THROUGH U.S. FISCAL YEAR 1977 OR ANY SUBSEQUENT U.S. FISCAL YEAR DURING WHICH COMMODITIES FINANCED UNDER THIS AGREEMENT ARE BEING IMPORTED OR UTILIZED.

B. FOR THE PURPOSES OF PART I, ARTICLE III A (4) OF THE AGREEMENT, THE COMMODITIES WHICH MAY NOT BE EXPORTED ARE FOR WHEAT/WHEAT FLOUR--WHEAT, WHEAT FLOUR, ROLLED WHEAT, SEMOLINA, FARINA OR BULGUR (OR THE SAME PRODUCT UNDER A DIFFERENT NAME); FOR RICE--RICE IN THE FORM OF PADDY, BROWN OR MILLED.

ITEM V. SELF-HELP MEASURES.

A. IN IMPLEMENTING THESE SELF-HELP MEASURES, SPECIFIC EMPHASIS WILL BE PLACED ON CONTRIBUTING DIRECTLY TO DEVELOPMENT PROGRESS, INCLUDING REHABILITATION/RECONSTRUCTION IN POOR RURAL AREAS, AND ON ENABLING THE POOR TO PARTICIPATE ACTIVELY IN INCREASING AGRICULTURAL PRODUCTION THROUGH SMALL FARM AGRICULTURE.

B. THE GOVERNMENT OF LEBANON AGREES TO:

1. GIVE HIGH PRIORITY TO REHABILITATION/RECONSTRUCTION OF THE AGRICULTURAL SECTOR, BY PUTTING FARM LAND BACK INTO PRODUCTION, BY RESTORING RURAL FARM HOUSING, BY RESTORING LIMITED OFFICIAL USE

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DAMAGED AGRICULTURAL RESEARCH FARMS, AND BY REPAIRING AND EXPANDING WATER AND IRRIGATION SYSTEMS.

2. REBUILD AND DEVELOP GRAIN HANDLING EQUIPMENT, REBUILD SILOS AND OTHER STORAGE AND PRESERVATION FACILITIES; AND TO REHABILITATE THE LIVESTOCK AND POULTRY SECTOR.

3. GIVE EMPHASIS TO THE AGRICULTURAL EDUCATION AND TRAINING SECTORS IN RURAL AREAS, AND TO REEQUIP THEM FOR NORMAL FUNCTIONING.

ITEM VI. ECONOMIC DEVELOPMENT, INCLUDING REHABILITATION AND RECONSTRUCTION PURPOSES FOR WHICH PROCEEDS ACCRUING TO THE IMPORTING COUNTRY ARE TO BE USED.

A. THE PROCEEDS ACCRUING TO THE IMPORTING COUNTRY FROM THE SALE OF COMMODITIES FINANCED UNDER THIS AGREEMENT WILL BE USED FOR FINANCING THE SELF-HELP MEASURES SET FORTH IN ITEM V OF THE AGREEMENT AND FOR THE FOLLOWING DEVELOPMENT SECTOR: AGRICULTURE.

B. IN THE USE OF PROCEEDS FOR THESE PURPOSES, EMPHASIS WILL BE PLACED ON DIRECTLY IMPROVING THE LIVES OF THE POOREST OF THE RECIPIENT COUNTRY'S PEOPLE AND THEIR CAPACITY TO PARTICIPATE IN THE DEVELOPMENT, INCLUDING THE RECONSTRUCTION AND REHABILITATION, OF THEIR COUNTRY.

END TEXT OF PART II.

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Message Attributes

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Sent Date: 12-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
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Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
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Disposition Reason:
Disposition Remarks:
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Format: TEL
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Handling Restrictions: n/a
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Legacy Key: link1977/newtext/t19770468/aaaacgkm.tel
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Original Previous Classification: n/a
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2837132
Secure: OPEN
Status: NATIVE
Subject: TEXTS FOR PL-480 AGREEMENT
TAGS: EAID, LE
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/6b53bda6-c288-dd11-92da-001cc4696bcc
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